

EXHIBIT B

Sotera Wireless, Inc.

Balance Sheet - December 31, 2016

(unaudited, subject to adjustment)

\$ thousands		Dec 2016
Cash/Investments	\$	1,796
A/R - trade, net	\$	1,660
Inventory	\$	1,864
Prepays/deposits/other	\$	1,579
Total current assets	\$	6,899
Fixed assets, net	\$	1,689
Other long-term assets	\$	1,952
Total assets	\$	10,540
Accounts payable	\$	2,584
Accrued expenses	\$	1,671
Deferred revenue	\$	5,391
Other current liabilities	\$	431
DIP - Loan	\$	1,250
Bank debt - current	\$	13,861
Total current liabilities	\$	25,188
Defferred revenue	\$	2,777
Other long-term liabilities	\$	885
Total liabilities	\$	28,850
Common/Preferred Stock	\$	129,482
Retained earnings	\$	(147,792)
Shareholders' equity (deficit)	\$	(18,310)
Total liabilities/equity(deficit)	\$	10,540

Sotera Wireless, Inc.

Statement of Operations - Full Year 2016

(unaudited, subject to adjustment)

<i>\$ thousands</i>	2016
Revenues	\$ 3,688
Cost of goods/services	\$ 8,922
Gross profit	<u>\$ (5,234)</u>
Operating Expenses:	
Employee expenses	\$ 10,656
Supplies/office/admin.	\$ 797
Travel/entertainment	\$ 721
Consultants/outside services	\$ 4,535
Product development	\$ 242
Facilities/equipment/allocations	\$ 1,210
Total OPEX	<u>\$ 18,161</u>
Operating Loss	\$ (23,395)
Interest/Taxes	<u>\$ (1,605)</u>
Net Loss	<u><u>\$ (25,000)</u></u>

Sotera Wireless, Inc.

Statement of Cash Flows - Full Year 2016

(unaudited, subject to adjustment)

\$ thousands	2016
Beginning cash/investments	\$ 18,432
Net loss	\$ (25,000)
Depreciation/Amortization	\$ 1,450
Loss on disposal of property, net	\$ 28
Stock-based compensation	\$ 167
Changes in working capital:	
Accounts receivable	\$ (71)
Inventory	\$ 626
Prepays/other current assets	\$ (896)
Accounts payable	\$ 2,091
Accrued expenses	\$ (434)
Deferred revenues/other liabilities	\$ 4,672
Operating cash outflows	<u>\$ (17,367)</u>
Investment activities:	
CAPEX	<u>\$ 156</u>
Cash flows from investing	<u>\$ 156</u>
Financing activities:	
Principal repayments	\$ (5,709)
DIP Loan Borrowing	\$ 1,250
Issuance of stock	<u>\$ 5,034</u>
Cash flows from financing	<u>\$ 575</u>
Total change in cash/investments	\$ (16,636)
Ending cash/investments	<u><u>\$ 1,796</u></u>

Exhibit B

Sotera Wireless, Inc.
Pro Forma Balance Sheet
12/31/2016
(\$ thousands)

	Actual as of 12/31/2016	Description	Adjustment	Pro Forma as of 4/15/2017
Assets				
Cash	\$ 1,796	Sale of Reflectance Medical assets	\$ 575	\$ 23,703
		Series A Preferred proceeds, net of cash use through 4/15/2017	\$ 21,750	
		Pay off of existing bank debt	\$ (13,861)	
		Proceeds from new debt	\$ 20,000	
		Bank fees/accrued interest/investment banker fees/legal fees	\$ (4,057)	
		Settlement of pre-petition unsecured creditors	\$ (2,500)	
Accounts receivable, net	\$ 1,660			\$ 1,660
Inventory	\$ 1,864			\$ 1,864
Prepays, deferred COGS, other current assets	\$ 1,579			\$ 1,579
Total current assets	\$ 6,899			\$ 28,806
Fixed assets, net	\$ 1,689			\$ 1,689
Intangible assets, net	\$ 1,952	Sale of Reflectance Medical assets	\$ (1,898)	\$ 54
Total assets	\$ 10,540			\$ 30,549
Liabilities				
Accounts payable	\$ 2,584	Settlement of pre-petition unsecured creditors	\$ 2,500	\$ 84
Accrued expenses	\$ 1,671			\$ 1,671
Deferred revenue - current	\$ 5,391			\$ 5,391
Other current liabilities	\$ 431			\$ 431
DIP loan	\$ 1,250	Conversion of DIP loan to equity	\$ 1,250	\$ -
Bank debt, including back-end fee	\$ 13,861	Pay-off of existing bank debt	\$ 13,861	\$ 20,000
		New debt	\$ (20,000)	
Total current liabilities	\$ 25,188			\$ 27,577
Deferred revenue - long-term	\$ 2,777			\$ 2,777
Other long-term liabilities	\$ 885			\$ 885
Total Liabilities	\$ 28,850			\$ 31,239
Shareholders' Equity (Deficit)				
Paid in capital	\$ 129,482	DIP loan conversion/New Series A Preferred	\$ (30,000)	\$ 159,482
Accumulated deficit	\$ (147,792)	Loss on sale of Reflectance Medical assets, expenses	\$ 1,323	\$ (160,172)
		Bank fees/accrued interest/investment banker fees/legal fees	\$ 4,057	
		Losses through 4/15/2017	\$ 7,000	
Shareholders' equity (deficit)	\$ (18,310)			\$ (690)
Total liabilities/shareholders' equity (deficit)	\$ 10,540		\$ -	\$ 30,549